

## **ACKNOWLEDGEMENT**

Thank God the author pray to the God Almighty, who always gives us blessings, gifts, wisdom and His participation so that I, the author, can complete the thesis with the title: "THE RELATIONSHIP OF SERVICE QUALITY ON CUSTOMER LOYALTY MEDIATED BY OVERALL SERVICE QUALITY AND SATISFACTION OF UNIQLO ONLINE STORE IN JABODETABEK" in time. In writing this thesis is compiled to complete the Management study program of the Faculty of Economics, and meet the requirements to achieve a Sarjana Management (S.M) at Universitas Pelita Harapan.

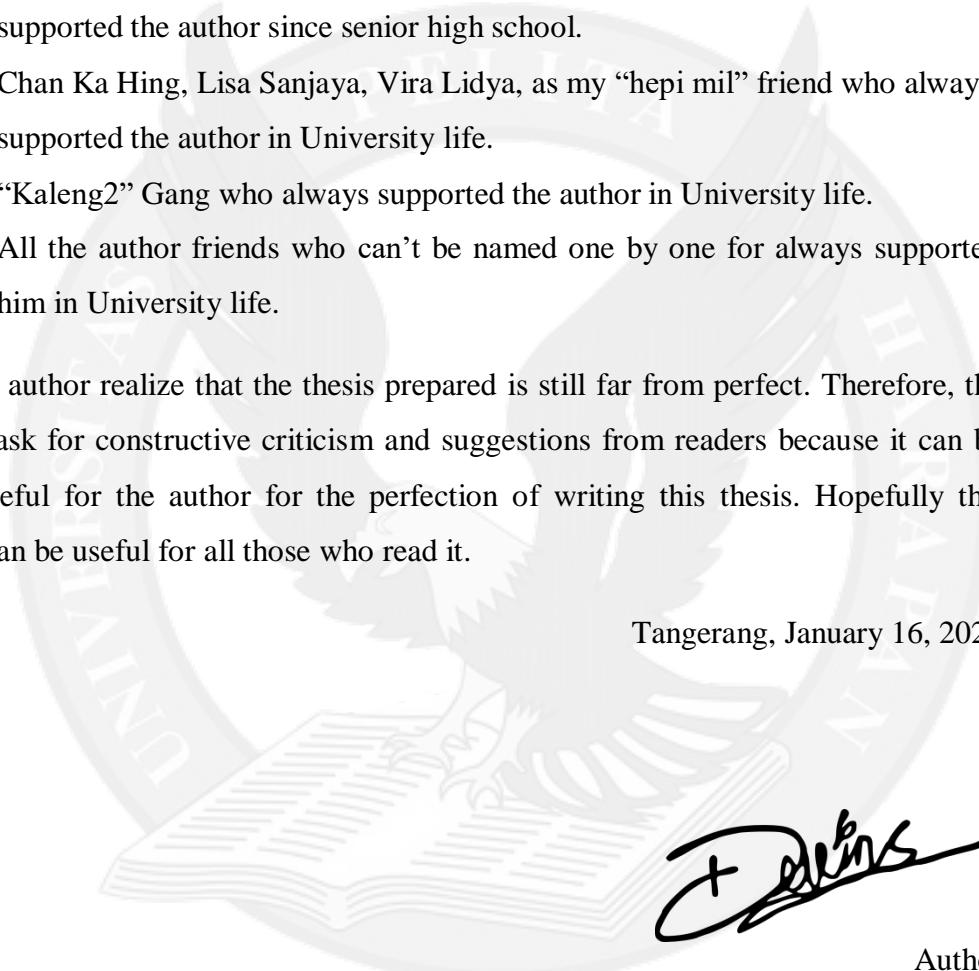
The author can complete this thesis with the help of many parties, so on this occasion allow me, the author to express gratitude and respect to all parties who have provided moral and material assistance, especially to:

1. Mr. Jonathan Dr. (Hon) L. Parapak, M.Eng. Sc., as the Chancellor of Universitas Pelita Harapan.
2. Ms. Gracia S. Ugut, MBA., Ph.D., as the Dean Faculty of Economics.
3. Ms. Isana S.C Meranga S.P., M.M., as the Head of Management Study Program.
4. Mr. Dr. Moses Lorensius P. Hutabarat, S.Kom., S.E., M.M., as the Supervisor who has provided guidance and provided many inputs to the authors.
5. Ms. Rita Juliana, S.E., M.M., MBA, who have taken the time to help the author and have provided much input in the University.
6. All lecturers who have taught the author during his study at Universitas Pelita Harapan.
7. Staff of Faculty of Economics employees who have assisted the author in administrative activities.

8. Libraries employee staff who have assisted the author in providing library resources in the preparation of thesis.
9. The author parent who have provided moral and material support so that the author can complete all stages of this thesis.
10. Cindy Boennawan and Vanessa Hans, as my “PBJ” friend who always supported the author since senior high school.
11. Chan Ka Hing, Lissa Sanjaya, Vira Lidya, as my “hepi mil” friend who always supported the author in University life.
12. “Kaleng2” Gang who always supported the author in University life.
13. All the author friends who can't be named one by one for always supported him in University life.

The author realize that the thesis prepared is still far from perfect. Therefore, the author ask for constructive criticism and suggestions from readers because it can be very useful for the author for the perfection of writing this thesis. Hopefully this thesis can be useful for all those who read it.

Tangerang, January 16, 2021



Author

(Devin Andrian Fabio)

## TABLE OF CONTENT

| <b>CONTENT</b>   | <b>PAGE</b> |
|--|-------------|
| <b>ABSTRACT .....</b>  | v           |
| <b>ACKNOWLEDGEMENT.....</b>  | vi          |
| <b>TABLE OF CONTENT .....</b>  | viii        |
| <b>LIST OF FIGURES .....</b>   | xi          |
| <b>LIST OF TABLES .....</b>  | xii         |
| <b>LIST OF APPENDICES.....</b>   | xiv         |
| <b>CHAPTER I INTRODUCTION .....</b>  | 1           |
| 1.1 Background .....   | 1           |
| 1.2 Research Question .....  | 11          |
| 1.3 Research Purpose.....  | 11          |
| 1.4 Systematic Research .....  | 12          |
| <b>CHAPTER II LITERATURE REVIEW .....</b>  | 13          |
| 2.1 Research Variables Used.....   | 13          |
| 2.1.1 E-Service Quality .....  | 13          |
| 2.1.2 Overall E-Service Quality.....   | 15          |
| 2.1.3 E-Satisfaction.....  | 16          |
| 2.1.4 E-Loyalty .....  | 18          |
| 2.2 Relationship Between Variables .....   | 19          |
| 2.2.1 Relationship Between E-Service Quality and Overall E-Service Quality ..... | 19          |
| 2.2.2 Relationship Between E-Service Quality and E-Satisfaction.....             | 20          |
| 2.2.3 Relationship Between Overall E-Service Quality and E-Satisfaction .....    | 21          |
| 2.2.4 Relationship Between Overall E-Service Quality and E-Loyalty .....         | 22          |
| 2.2.5 Relationship Between E-Satisfaction and E-Loyalty .....                    | 23          |
| 2.3 Research Model .....   | 24          |

|   |           |
|---|-----------|
| <b>CHAPTER III RESEARCH METHODOLOGY .....</b>                                   | <b>25</b> |
| 3.1 Research Paradigm .....   | 25        |
| 3.2 Research Design .....   | 25        |
| 3.3 Population and Sample.....  | 26        |
| 3.4 Measurements Variable.....  | 28        |
| 3.5 Conceptual and Operational Definition.....                                  | 28        |
| 3.6 Measurement Scale .....   | 31        |
| 3.7 Data Collection Method .....  | 33        |
| 3.8 Data Analysis Method.....   | 34        |
| 3.8.1 Descriptive Statistic.....  | 34        |
| 3.8.2 <i>Outer Model</i> (Measurement Model).....                               | 35        |
| 3.8.3 <i>Inner Model</i> (Structural Model) .....                               | 36        |
| 3.9 Pretest Result.....   | 37        |
| 3.9.1 Convergent Validity Pretest .....   | 37        |
| 3.9.2 Discriminant Validity Pretest .....                                       | 39        |
| 3.9.3 Reliability Pretest .....   | 41        |
| <b>CHAPTER IV RESULTS AND DISCUSSIONS .....</b>                                 | <b>42</b> |
| 4.1 Respondents Profile .....   | 42        |
| 4.1.1 Respondents Characteristics Based On Gender .....                         | 42        |
| 4.1.2 Respondents Characteristics Based On Age Level.....                       | 43        |
| 4.1.3 Respondents Characteristics Based On Occupation .....                     | 44        |
| 4.1.4 Respondents Characteristics Based On Monthly Income .....                 | 45        |
| 4.2 Descriptive Statistics.....   | 46        |
| 4.2.1 Descriptive Statistic Analysis of E-Service Quality Variable.....         | 46        |
| 4.2.2 Descriptive Statistic Analysis of Overall E-Service Quality Variable..... | 48        |
| 4.2.3 Descriptive Statistic Analysis of E-Satisfaction Variable.....            | 49        |
| 4.2.4 Descriptive Statistic Analysis of E-Loyalty Variable.....                 | 50        |
| 4.3 Research Data Analysis.....   | 51        |
| 4.3.1 <i>Outer Model</i> (Measurement Model).....                               | 51        |
| 4.3.2 Multicollinearity Testing .....   | 54        |

|  |           |
|--|-----------|
| 4.3.3 <i>Inner</i> Model (Structural Model) .....                      | 55        |
| 4.4 Discussion .....   | 60        |
| 4.5 Comparison of Actual Research Results with Previous Research ..... | 63        |
| <b>CHAPTER V CONCLUSIONS AND SUGGESTIONS .....</b>                     | <b>65</b> |
| 5.1 Conclusions.....   | 65        |
| 5.2 Managerial Implications.....                                       | 66        |
| 5.3 Research Limitations .....   | 67        |
| 5.4 Suggestions for Further Research.....                              | 67        |
| <b>REFERENCE .....</b>   | <b>68</b> |
| <b>APPENDIX .....</b>  | <b>A</b>  |

## LIST OF FIGURES

|  | <b>PAGE</b> |
|--|-------------|
| Figure 1.1 The Majority of Intensity of Internet Access .....                | 2           |
| Figure 1.2 How many times a month Indonesian buy necessity online .....      | 3           |
| Figure 1.3 The Reasons Many Indonesian Didn't Buy Goods/Service Online ..... | 3           |
| Figure 1.4 Apparel 50 2020 Ranking .....                                     | 7           |
| Figure 1.5 2019 Index Rankings: Indonesia Fashion Retailers .....            | 8           |
| Figure 1.6 COVID-19 Impact on Indonesian Shopper Habits .....                | 10          |
| Figure 2.1 Research Model .....  | 24          |
| Figure 4.1 Path Model Based On PLS Algorithm .....                           | 56          |
| Figure 4.2 Path Model Based On Bootstrapping .....                           | 57          |

## LIST OF TABLES

|  | <b>PAGE</b> |
|--|-------------|
| Table 3.1 Conceptual and Operational Definition Variable.....                  | 28          |
| Table 3.2 Five-point Likert Scale .....  | 33          |
| Table 3.3 <i>Rule of thumb</i> Measurement Model .....                         | 36          |
| Table 3.4 <i>Rule of thumb</i> Structural Model .....                          | 37          |
| Table 3.5 Outer Loadings Pretest Result Phase 1.....                           | 37          |
| Table 3.6 Outer Loadings Pretest Result Phase 2.....                           | 38          |
| Table 3.7 Average Variance Extracted (AVE) Pretest Result.....                 | 39          |
| Table 3.8 Discriminant Validity Pretest Result ( <i>Cross Loading</i> ).....   | 39          |
| Table 3.9 Discriminant Validity Pretest Result ( <i>Fornell-Lacker</i> ) ..... | 40          |
| Table 3.10 Reliability Pretest Result .....                                    | 41          |
| Table 4.1 Respondents Characteristics Based On Gender .....                    | 42          |
| Table 4.2 Respondents Characteristics Based On Age Level .....                 | 43          |
| Table 4.3 Respondents Characteristics Based On Occupation.....                 | 44          |
| Table 4.4 Respondents Characteristics Based On Monthly Income.....             | 45          |
| Table 4.5 Limitation of Mean.....  | 46          |
| Table 4.6 Descriptive Statistic of E-Service Quality .....                     | 46          |
| Table 4.7 Descriptive Statistic of Overall E-Service Quality .....             | 48          |

|  |    |
|--|----|
| Table 4.8 Descriptive Statistic of E-Satisfaction .....                      | 49 |
| Table 4.9 Descriptive Statistic of E-Loyalty .....                           | 50 |
| Table 4.10 Outer Loadings Actual Test Result .....                           | 51 |
| Table 4.11 Average Variance Extracted (AVE) Actual Test Result .....         | 52 |
| Table 4.12 Discriminant Validity Actual Test Result (Cross Loading).....     | 52 |
| Table 4.13 Discriminant Validity Actual Test Result (Fornell-Lacker).....    | 53 |
| Table 4.14 Reliability Actual Test Result .....                              | 54 |
| Table 4.15 Multicollinearity Evaluation .....                                | 54 |
| Table 4.16 R-square Value .....  | 57 |
| Table 4.17 Hypothesis Testing Results.....                                   | 58 |
| Table 4.18 Comparison of Actual Research Result with Previous Research ..... | 63 |

## **LIST OF APPENDICES**

|               |   |
|---------------|---|
| APPENDIX I    | ACTUAL RESEARCH QUESTIONNAIRE             |
| APPENDIX II   | DESCRIPTIVE STATISTICS PRETEST RESULT     |
| APPENDIX III  | VALIDITY PRETEST RESULT                   |
| APPENDIX IV   | RELIABILITY PRETEST RESULT                |
| APPENDIX V    | DESCRIPTIVE STATISTICS ACTUAL TEST RESULT |
| APPENDIX VI   | VALIDITY ACTUAL TEST RESULT               |
| APPENDIX VII  | RELIABILITY ACTUAL TEST RESULT            |
| APPENDIX VIII | MULTICOLLINEARITY TESTING RESUL           |